

Health Services and Development Agency

Communique

A MONTHLY PUBLICATION OF THE
HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson State Office Building
500 Deaderick Street, Suite 850
Nashville, TN 37243
615.741.2364

**MARCH
2010**

For Meeting verification/change or agenda information, please call
the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Chair..... Carl Koella, III
Vice-ChairGreg Lammert
Executive Director Melanie Hill
General Counsel Reid A. Brogden

Department of Health, Division of Health Statistics,
Office of Policy, Planning and Assessment
615.741.1954
Department of Mental Health and Developmental Disabilities,
Office of Policy Planning
615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

ALL RECORDS ARE PUBLIC INFORMATION

CALENDAR

The Health Services and Development Agency office will be closed in 2010 on the following days:

Friday, January 1 – New Year's Day
 Monday, January 18 – Martin Luther King Day
 Monday, February 15 – President's Day
 Friday, April 2 – Good Friday
 Monday, May 31 – Memorial Day
 Monday, July 5 – Independence Day observed
 Monday, September 6 – Labor Day

* Monday, October 11 – Columbus Day *"will be substituted for the day after Thanksgiving at the Governor's discretion."*
 Thursday, November 11 – Veteran's Day
 Thursday, November 25 – Thanksgiving Day
 * Friday, November 26 – substituted for Columbus Day
 Friday, December 24 – Christmas Eve
 Friday, December 31 – New Year Eve

<u>2010 REVIEW CYCLE</u>				
2010 Cycle	Publication Dates- Letter of Intent	Application	HDSA Meeting	* End of Appeal Period
January	12/01/09-12/10/09	5 days after Publication	03/24/09	04/08/10
February	01/01/10-01/10/10	"	04/28/10	05/13/10
March	02/01/10-02/10/10	"	05/26/10	06/10/10
April	03/01/10-03/10/10	"	06/23/10	07/08/10
May	04/01/10-04/10/10	"	07/28/10	08/12/10
June	05/01/10-05/10/10	"	08/25/10	09/09/10
July	06/01/10-06/10/10	"	09/22/10	10/07/10
August	07/01/10-07/10/10	"	10/27/10	11/11/10
September	08/01/10-08/10/10	"	11/17/10	12/02/10
October	09/01/10-09/10/10	"	12/15/10	12/30/10
November	10/01/10-10/10/10	"	01/26/11	02/10/11
December	11/01/10-11/10/10	"	02/23/11	03/10/11

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

* Appeal deadline is 15 days after meeting date

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE No. 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: REID BROGDEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO. 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at
8:30 a.m. CDT/CST
at the following locations:

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March & April *
Davy Crockett Tower
Room 160
500 James Robertson Parkway
Nashville, TN

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May – December
"TBA"

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* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are posted on the Agency's
website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 26 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



Health Services and Development Agency
Authorization No. 316323
This document was promulgated at a cost of 93¢ per copy.
March 2010

RESULTS OF APPLICATIONS HEARD IN FEBRUARY

East Tennessee Diagnostic Center Morristown
Intersection of Merchant Green Road and
Veterans Highway
Morristown (Hamblen County), TN 37816
CN0909-049
Contact Person: John L. Wellborn, Consultant
Phone No. 615-665-2022
**DEFERRED FROM THE DECEMBER MEETING
DENIED**

The establishment of an outpatient diagnostic center (ODC), initiation of magnetic resonance imaging (MRI), computerized tomography (CT), positron emission tomography (PET), and other diagnostic services; and the acquisition of MRI & PET units. The project will be located on approximately five (5) acres of land within an undeveloped 100-acre tract occupying the northwest quadrant of the intersection of Merchants Green Road and Veterans Highway, in Morristown.
\$ 11,704,209.00

Surgery Center of Lebanon
101 Physicians Way
Lebanon (Wilson County), TN 37087
CN0906-036
Contact Person: Keith Bolton, CEO
Phone No. 931-801-2558
**DEFERRED FROM THE SEPTEMBER MEETING
DEFERRED FROM THE NOVEMBER MEETING
DEFERRED TO THE APRIL MEETING**

The establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms and one (1) procedure room.
\$ 4,376,825.00

Baptist Memorial Hospital-Lauderdale
326 Asbury Avenue
Ripley (Lauderdale County), TN 38063
CN0910-053
Contact Person: Arthur Maples, Director, Strategic Planning
Phone No. 901-227-4137
APPROVED

The discontinuance of geropsychiatric services at a critical access hospital and a ten (10) bed decrease in licensed beds from thirty-five (35) to twenty-five (25) beds. No major medical equipment or other services are involved.
\$ 5,500.00

Wesley Ophthalmic Plastic Surgery Center
1800 Church Street, Suite 100
Nashville (Davidson County), TN 37203
CN0911-054
Contact Person: John L. Wellborn, Consultant
Phone No. 615-665-2022
APPROVED

The relocation of an ambulatory surgical treatment center (ASTC) from 250 25th Avenue North, Nashville (Davidson County), TN 37203 to 1800 Church Street, Suite 100, Nashville (Davidson County), TN 37203, a distance of approximately 1.2 miles; and the addition of a second operating room (for total of two (2) operating rooms). The facility is licensed by the Department of Health as an ASTC limited to ophthalmology. The project does not contain any major medical equipment or initiate or discontinue any other health service; and will not affect any licensed bed complements.
\$ 3,231,324.00

RESULTS OF APPLICATIONS HEARD AT THE FEBRUARY MEETING

Methodist Healthcare-Memphis Hospitals d/b/a/
Methodist University Hospital
1377/1381 S. Germantown Road
Germantown (Shelby County), TN 38138
CN0911-055
Contact Person: Carol Weidenhoffer, Director of
Planning and Business Development
Phone No. 901-516-0679

APPROVED

The relocation and replacement of a positron emission tomography (PET)/Computed Axial Tomography (CT) unit and existing services from 1388 Madison, Memphis (Shelby County), TN 38104 to an existing ambulatory site located at 1377/1381 S. Germantown Road, Germantown (Shelby County), TN 38138. The project is the relocation of existing services and will not increase the number of PET units in the service area. Minor renovations to accommodate the new equipment will be required. The project involves 1,132 square feet of renovated space. This project does not involve inpatient beds or the addition of other major medical equipment.

\$ 2,242,559.00

GENERAL COUNSEL'S REPORT

Memphis Center for Reproductive Health, Inc.
1724-1734 Poplar Avenue
Memphis (Shelby County), TN 38104
CN0710-077A

Contact Person: Rebecca L. Terrell, Executive
Director

Phone No. 901-274-3550

APPROVED

Request for a six (6) month extension of the expiration date from March 1, 2010 to September 1, 2010. This project was approved on January 23, 2008 for the relocation of an existing ambulatory surgery treatment center (ASTC) consisting of two (2) procedure/exam rooms from 1462 Poplar Avenue to 1724-1734 Poplar Avenue, Memphis (Shelby County), TN with a project cost of \$1,065,000.00

NHC Place at Hendersonville
unaddressed site located within the Willowbrooke
on Sommersville Road and Wyncrest Road
Hendersonville (Sumner County), TN 37075
CN0702-014A

Contact Person: Bruce K. Duncan, Assistant Vice
President

Phone No. 615-890-2020

APPROVED

Request for a twenty-four (24) month extension of the expiration date from July 1, 2010 to July 1, 2012. This project was approved on May 23, 2007 for the replacement and relocation of the existing thirty-two (32) licensed bed Hendersonville Nursing and the addition of thirty *(30) new Medicare certified nursing home beds for a total of sixty-two (62) nursing home beds to be located within the Willowbrooke planned unit development. The expiration date is July 1, 2010 and the project cost is \$13,426,341.00. *These beds were subject to the 125 Nursing Home Bed Pool for 2006-2007.

NHC Place at Hendersonville
unaddressed site located within the Willowbrooke
along Saundersville Road
Hendersonville (Sumner County), TN 37075
CN0808-057A

Contact Person: Bruce K. Duncan, Assistant Vice
President

Phone No. 615-890-2020

APPROVED

Request for an eighteen (18) month extension of the expiration date from January 1, 2011 to July 1, 2012. This project was approved on November 19, 2008 for the addition of thirty (30)* new Medicare certified nursing home beds to a previously approved and under development sixty-two (62) bed project issued as (CN0702-014A) for a total of ninety-two (92) nursing home beds located within the Willowbrooke planned unit development along Saundersville Road on a yet to be determined street address. The project will be part of a larger continuum of care which will include in addition to the ninety-two (92) nursing bed center approximately eighty (80) assisted living units. The expiration date is January 1, 2011 and the project cost is \$4,814,709.00. *These beds were subject to the 125 Nursing Home Bed Pool for 2008-2009.

HEALTH SERVICES AND DEVELOPMENT AGENCY – COMMUNIQUE

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APPLICATIONS TO BE HEARD AT THE MARCH MEETING

East Tennessee Medical Group, P.C.
266 Joule Street
Alcoa (Blount County), TN 37701
CN0910-051
Contact Person: J. Scott Richardson, Esq.
Phone No. 615-252-2353

The initiation of magnetic resonance imaging (MRI) services and the acquisition of an MRI unit to be located and provided at the office of East Tennessee Medical Group. The project will not include the discontinuation or initiation of any other health care services.
\$ 3,047,664.00

The University of Tennessee Medical Center
1924 Alcoa Highway
Knoxville (Knox County), TN 37920
CN0912-056
Contact Person: Jerry W. Taylor, Esq.
Phone No. 615-726-1200

The interior build out of approximately 47,428 square feet of shelled-in space, being the 3rd and 4th floors of the new hospital wing authorized by CN0801-004A. The built out space will house patient rooms for cardiology and cardiothoracic patients, and is located on the main campus of UTMC. No new services will be initiated, and no current services will be discontinued. No major medical equipment is involved in this project.
\$ 13,941,818.00

GENERAL COUNSEL'S REPORT

Parkridge Valley Hospital
2200 Morris Hill Road
Chattanooga (Hamilton County), TN 37421
CN1001-005
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

Request for a 120 day extension of the expiration date from May 29, 2010 to September 26, 2010. This project was approved on January 29, 2010 by Emergency Certificate of Need process for the expansion of sixteen (16) beds (child and adolescent psychiatric) to Parkridge Valley Hospital, a satellite of Parkridge Medical Center. These beds are to be licensed as general hospital beds.

APPLICATIONS TO BE HEARD AT THE APRIL MEETING

Surgery Center of Lebanon
101 Physicians Way
Lebanon (Wilson County), TN 37087
CN0906-036

Contact Person: Keith Bolton, CEO
Phone No. 931-801-2558

DEFERRED FROM THE SEPTEMBER MEETING
DEFERRED FROM THE NOVEMBER MEETING
DEFERRED FROM THE FEBRUARY MEETING

The establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms and one (1) procedure room.
\$ 4,376,825.00

Planned Parenthood Greater Memphis Region, Inc.
2430 Poplar Avenue
Memphis (Shelby County), TN 38112
CN1001-003
Contact Person: Emily T. Brackstone, Esq.
Phone No. 901-524-5181

The relocation of an existing ambulatory surgical treatment center (ASTC) consisting of two (2) procedure rooms from 1407 Union Ave., Suite 300, Memphis (Shelby County), TN 38104 to 2430 Poplar Avenue, Memphis, TN 38112. No inpatient beds or major medical equipment is affected. The project does not initiate or discontinue any health service.
\$ 2,458,221.00

Baptist Rehabilitation-Germantown
2100 Exeter Road
Germantown (Shelby County), TN 38138
CN1001-004
Contact Person: Arthur Maples, Director Strategic Analysis
Phone No. 901-227-4137

The establishment of skilled nursing services by converting eighteen (18) of its rehabilitation beds to eighteen (18)* skilled nursing home beds. There will be no change in the total number of beds at the facility (50 hospital beds and 18 skilled nursing home beds). No major medical equipment or other services are involved.
\$ 140,000.00

* These beds **will be** subject to the Nursing Home Bed Pool for 2009-2010.

APPLICATIONS TO BE HEARD AT THE MAY MEETING

Arbor Place of Puryear
220 College Street
Puryear (Henry County), TN 38251
CN1001-002
Contact Person: Mary Catrino, Business
Development
Phone No.: 573-931-9353

The addition of fourteen (14)* dually certified skilled nursing home (SNF) beds to the existing thirty-two (32) SNF beds for a total of forty-six (46) SNF beds. No major medical equipment or new construction will be involved.

\$ 1,049,166.00

* These beds **will** be subject to the Nursing Home Bed Pool for 2009-2010.

Caris Healthcare, LP
5120 Telecom Drive
Milan (Gibson County), TN 38358
CN1002-006
Contact Person: Norman McRae, CEO
Phone No.: 865-694-4848

The addition of Lake County for the expansion of hospice services only. The existing service area includes the counties of Benton, Carroll, Chester, Crockett, Decatur, Dyer, Gibson, Henderson, Henry, Madison, Obion and Weakley. The parent office is located at 5120 Telecom Drive, Milan (Gibson Co.), TN.

\$ 4,000.00

The Health Center of Nashville, LLC
2816 Old Hickory Blvd.
Nashville (Davidson County), TN 37221
CN1002-007
Contact Person: Bruce K. Duncan, Assistant Vice
President
Phone No.: 615-890-2020

A change of site/relocation of 150 beds from McKendree Village, 4347 Lebanon Road, Hermitage (Davidson Co.) TN 37076 to 2816 Old Hickory Boulevard, Nashville (Davidson Co.), TN 37221. Pursuant to T.C.A. § 68-11-1628, the proposed site will be a newly constructed 150 bed nursing home located on approximately 50 acres. The Health Center of Nashville will be certified for both Medicaid and Medicare participation.

\$ 23,320,300.00

University of Tennessee Medical Center
1924 Alcoa Highway
Knoxville (Knox County), TN 37920
CN1002-008
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

The acquisition of an additional magnetic resonance imaging (MRI) unit, to be located and utilized on the main campus of University of Tennessee Medical Center (UTMC). A one-story addition will be constructed to house the new unit. No inpatient beds are involved in this project and no services will be initiated or discontinued

\$ 3,540,478.00

Dickson Surgical Specialties, LLC
123 Crestview Park Drive
Dickson (Dickson County), TN 37055
CN1002-009
Contact Person: E. Graham Baker, Jr., Esq.
Phone No.: 615-370-3380

The establishment of a multi-specialty ambulatory surgical treatment center (ASTC). The approximate 9,047 GSF facility will contain two (2) operating rooms, recovery, staffing, patient, family and administrative areas. There will be no beds and no major medical equipment involved with this project. No other health services will be initiated or discontinued. As a result of this project, a Simultaneous Review Application has been filed by Natchez Surgery Center, CN1002-011, Dickson (Dickson County), TN 37055.

\$ 7,588,693.00

APPLICATIONS TO BE HEARD AT THE MAY MEETING

The Proton Therapy Center
1435 Old Weisgarber Road, Suite 100
Knoxville (Knox County), TN 37909
CN1002-010
Contact Person: John L. Wellborn, Consultant
Phone No.: 615-665-2022

The establishment of an ambulatory surgical treatment center (ASTC) limited to radiation therapy; the acquisition of major medical equipment (proton therapy equipment and related components); and the initiation of outpatient proton therapy services for cancer patients. The project does not contain any other type of major medical equipment, initiate or discontinue any other health services; and it will not affect any facility's licensed bed complement.
\$ 118,785,747.00

Natchez Surgery Center
107 Natchez Park Drive
Dickson (Dickson County), TN 37055
CN1002-011
Contact Person: John L. Wellborn, Consultant
Phone No.: 615-665-2022

The establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms and three (3) procedure rooms. This application has been filed as a Simultaneous Review Application of Dickson Surgical Specialties, CN1002-009, Dickson (Dickson County), TN 37055. Upon approval CN0801-001A will be surrendered which is for a similar facility at this site. The intent of this application is to change the project's organizational form to permit physician ownership participation. When the six (6) new surgical rooms are licensed and operational, Horizon Medical Center will cease to staff five (5) of its operating and procedure rooms. The net impact of this project will increase Dickson County's total number of staff operating and procedure rooms by one (1) room, from nine (9) to ten (10) total rooms. This project does not include major medical equipment, initiate or discontinue any health care service; and does not involve any inpatient beds.
\$ 13,073,892.00

APPEALS OF AGENCY DECISIONS

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>Approved/ Denied</u>
Hancock County Home Health Agency Sneedville, Hancock County CN0812-121A	25.00-103361J	Appeal of Approval of CON	5/27/2009
United Regional Medical Center Manchester, Coffee County CN0707-060A	25.00- 097676J	Appeal of Approval of CON	12/12/07
United Regional Medical Center Nursing Home Manchester, Coffee County CN0707-061A	25.00- 097677J	Appeal of Approval of CON	12/12/07

Health Services and Development Agency Members

Carl Koella
(Consumer, Speaker of the Senate)

Bryan Atchley
(Nursing Home)

Jimmy Bishop
(Consumer, Speaker of the House)

Charlotte C. Burns
(Hospital)

Charles Handorf, M.D.
(Physician)

Clark Jones
(Consumer, Governor)

Gregory Lammert
(Home Care)

Justin Wilson
(Comptroller)
Faye Weaver, Designee

Leslie Shechter Newman
(Commerce & Insurance Commissioner)
Lisa Jordan, Designee

Darin J. Gordon
(Director of TennCare)
Keith Gaither, Designee